1 THE COURT: All right. I'm going to tell you all something that lawyers ought to know. 2 3 MR. ROBERTSON: I apologize for interrupting, but 4 this witness is involved in the relationship at IBM. 5 THE COURT: Excuse me, sir. We have a motion that we need to deal with, but he didn't... 6 7 8 (Witness out.) 9 10 THE COURT: The jury wants to know when this case is 11 going to be over with. We've got one juror who is working two jobs. Do you see why I want you to focus on getting this stuff 12 in and streamlined and cut this nonsense out? They don't make 13 the money you make, and if you're not careful, you lose people 14 15 after awhile. All of you. Okay. 16 Gounaris, is that how you pronounce it? 17 MR. SCHULTZ: Yes. 18 THE COURT: I got your motion, I got the response. 19 Do you want to say anything? MR. ROBERTSON: Yes, Your Honor. I'm sure you've 20 21 seen the brief. I'm sure you've seen the overlap with respect to the exhibits. There is only one additional exhibit that's 22 23 been identified. 24 The argument is made that they have to prove 25 invalidity by clear and convincing evidence, but that doesn't

mean the Federal Rules of Evidence are trumped and a defendant is permitted to pile on with cumulative testimony under either 611 or 403.

Quite frankly, I found it remarkable that they called in a woman who actually worked on the project, who identified Mr. Gounaris as someone who was just in sales, not involved in the project at the Manassas facility.

Now they want to call the salesman to go over the same exhibits, and in their brief, the remarkable statement I saw was, Ms. Eng was asked questions to which she was not the person with the best knowledge. Well, then, why did they call her in the first place to discuss these documents?

Now, I won't disagree with that statement, but that doesn't mean you get to call another witness and try and clean up the record and fix something that's already been fully articulated with respect to all these things.

She was involved in those modifications that were necessary to TV/2, and that's really what's relevant here, not what some salesperson has to offer. So I would think, Your Honor --

THE COURT: He's been deposed, hasn't he?

MR. ROBERTSON: He has.

THE COURT: I'm sorry. Periodically my throat is just sore. It sounds like I'm growling at you.

MR. ROBERTSON: He has been deposed in this case,

Your Honor, and he testified in the SAP case. He's been a consultant for both SAP and Lawson.

THE COURT: Was he in sales, or was he in the development of this project? Certainly somebody asked him that in all that testimony.

MR. ROBERTSON: I think we did. He'd like to take credit for a lot of things involved here.

THE COURT: What is his technical background? What is his education?

MR. SCHULTZ: He has a computer background.

THE COURT: But what's his job? Is he sales?

MR. SCHULTZ: He analyzes systems, so he goes in and puts systems together. That's what he'll testify to, and that's what he did in this case.

MR. ROBERTSON: There's not any document that shows that Mr. Gounaris had any involvement in this project other than signing the statement of work. And the statement of work, Your Honor, is just what IBM did. I think that's all fully come out. Why do we need to have cumulative testimony on what IBM did in this project? The Gantt chart is what the Gantt chart is. The project ran its course.

I will say one thing: Fisher was very careful about seeing that there was a noncompete clause in that statement of work, and you saw Ms. Jenkins testify to it. When I asked her if Mr. Gounaris was there, he's not even listed in the

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

non-complete clause. They didn't care enough about Mr. Gounaris to restrict his activities after this confidential project was over. I think that speaks volumes, Your Honor. Thank you. THE COURT: All right. MR. SCHULTZ: Mr. Gounaris was the project leader at IBM. In other words --THE COURT: That's what they called him? That was his title? MR. SCHULTZ: That was his title. In other words, when Fisher came to IBM, it was Mr. Gounaris who was sitting down with the inventors and with Frank Melly who is deceased. So Mr. Gounaris has a special knowledge of what actually happened when Fisher first came to IBM, what they wanted. Mr. Gounaris also has the specific knowledge of what IBM did to find an alternative to meet the search catalog criteria that Fisher Scientific wanted when it came to IBM. Mr. Gounaris will testify that he led the team in finding the TV/2 alternative, and the TV/2 alternative is the search catalog functionality. THE COURT: If he's such a key part of this, why didn't they have him in the noncompete agreement? It suggests to me he didn't do anything of any technical importance because -- but I don't know that that's the only inference.

And she said he was sales and he was in a different office, he

wasn't even working in the office where this was going on. 1 2 What does he say about that? 3 MR. SCHULTZ: So Mr. Gounaris was in the Pittsburgh 4 office which is the same location as Fisher Scientific. Fisher 5 Scientific Pittsburgh went to IBM located in Pittsburgh. Mr. Gounaris was the individual who they spoke with, who Fisher --6 7 THE COURT: At the beginning. 8 MR. SCHULTZ: At the beginning. 9 THE COURT: But then the project migrated, and they worked on it down here, and he didn't have anything do with 10 11 that. 12 MR. SCHULTZ: That is incorrect. Mr. Gounaris 13 oversaw the entire project from start to finish. You may recall that Ms. Eng testified that she was not involved when 14 15 Fisher first came to IBM. She also testified that she took maternity leave. She also testified that she had left before 16 17 the project was complete. 18 Mr. Gounaris was there the entire time. Mr. Gounaris 19 was the person who signed the statements of work as Ms. Eng 20 testified to. He was there --21 THE COURT: Why didn't you just call him then? 22 MR. SCHULTZ: Because Ms. Eng had specific knowledge 23 about the TV/2 product in 1992. There was testimony from the

inventors earlier today about what was actually provided to

Fisher Scientific in terms of a TV/2 system. Mr. Gounaris has

24

25

that knowledge, the specifics about what the functionality was at the time in 1993 that IBM --

THE COURT: Does he know what the functionality was, or does he know what the company said the functionality was?

MR. SCHULTZ: He knows what it was. There was a validation process that they went through. He can testify as to the fact they had their Havant lab --

THE COURT: What does that mean?

MR. SCHULTZ: It's a lab over in England, as well as the Manassas individuals testify as to validate the system to make sure that it had the functionality that the brochure said.

THE COURT: I'm going to take this on a question-by-question basis, but if she's testified to it, that's going to be the end of it. My suggestion to you is that you ask only the questions that are noncumulative, Mr. Schultz, because if you get into one cumulative question, that's you're first step, and I'll sustain the objection. You get into two, that's the second step. On the third one, the witness is gone.

MR. SCHULTZ: Your Honor, I would like to -- also Mr. --

THE COURT: I'm going to sustain the objections if it's cumulative. So I want you to understand that's the consequence you're going to pay for not calling him first if he has the most knowledge. You must understand that the person who puts on the most witnesses doesn't win clear and convincing

evidence. That's not a very good argument.

MR. SCHULTZ: Your Honor, I do anticipate that his testimony would be about half an hour to 40 minutes, just so you have a reference point of Mr. Gounaris.

THE COURT: That's before you cut out all the stuff that you told me you can cut out because she's already testified to it.

MR. SCHULTZ: Actually, Your Honor, I have gone through and cut out everything. Once we received this motion, I went through and made sure that the testimony was based on his role and did not deal with Ms. Eng.

THE COURT: Whether the testimony is based on his role is not the test. It's whether it's cumulative. It's whether he's testifying to the same thing; okay?

MR. SCHULTZ: I would like to make for the record,
Mr. Robertson made the insinuation this morning that Ms. Eng
did not have any corroboration for her evidence. The fact that
Mr. Gounaris had that knowledge and had the knowledge of the
functionality of the system is corroboration for Mrs. Eng --

THE COURT: The weakest kind of corroboration, though, isn't it?

MR. SCHULTZ: Well, there's number one -- we don't think -- we think that the documents that Ms. Eng referred to is corroboration sufficient. However, if ePlus is going to make the argument that there isn't corroboration, witness

testimony is sufficient to do that corroboration, especially 1 when there's documents that further support that issue. 2 3 THE COURT: All right. Anything else, Mr. Robertson? 4 MR. ROBERTSON: I think I understand the Court's ruling, and we'll proceed --5 6 THE COURT: I'm going to consider it question by 7 question. We're beyond the point we're doing this now. You 8 all took most of the morning dealing with a lot of things that just didn't need to be dealt with, and the points that were 9 10 trying to be made ultimately got obscured. You just have to 11 understand something. What means something to you in the subtleties of the patent law doesn't necessarily mean something 12 to nine citizens who don't function in that arena. All right, 13 we're ready for the jury? Can we get the witness back? 14 15 16 (Jury in.) 17 18 THE COURT: All right. Just a minute. Thank you 19 very much. BY MR. McDONALD: (resuming) 20 21 Good afternoon, Mr. Kinross. I want to talk to you briefly about the differences in the function between a parts 22 23 master in the old RIMS system and the catalogs in the patents that are involved in this case. 24 25 Α Okay.

Kinross - Direct 2190

Q Is it fair to say that the parts list would just have short descriptions of the products that the customer would buy again and again in contrast to a catalog which would have a full description of products and specifications to help people make buying decisions?

MR. ROBERTSON: Objection, Your Honor. Again, talking about a catalog here as defined by the Court, and I think it's inappropriate for this question consistent with the Court's prior ruling.

MR. McDONALD: My question is totally consistent with the Court's ruling.

THE COURT: But you haven't even shown that he understands what the definition of a catalog is.

MR. McDONALD: Well, I think the evidence --

THE COURT: You have to use that catalog. You have to use that definition of a catalog. So you can ask the question, but you have to use that definition of the catalog in your question, and there's been no showing he knows what it is. Otherwise, the jury has got testimony addressed on one plane and not on the plane that makes a difference. So let's put — the objection to the form of the question is sustained.

MR. McDONALD: Can we put up the definition of catalog from the Court up on the screen, please.

MR. ROBERTSON: Let me say, Your Honor, I object to -- now we're going to be asking the witness to formulate an

opinion, expert opinion with respect to whether or not some catalog is present or not present, and I think it's inappropriate for lay witness testimony and hasn't been permitted before in this Court.

MR. McDONALD: I'm just trying to respond to what the Court asked. I think the idea is to use the ordinary meaning of the Court's construction through this witness's understanding.

THE COURT: Objection overruled. He's not an expert, but he is one of the inventors, so his testimony -- but you can't ask him objectively what is the difference. You can say, what did you understand the difference to be.

MR. McDONALD: Okay.

Q Mr. Kinross, you have up on the screen now the Court's construction of the term catalog as used in the claims of the three patents in this case, and I'll give you a minute to review that for a moment here.

Now, under that Court construction, do you believe that the -- as you understand the Court's construction, I just want to use your understanding, would you agree or disagrees that the parts master in the old RIMS system, that is the list of the inventory items for a customer, that would be a catalog?

MR. ROBERTSON: We object, Your Honor --

THE COURT: Are you saying does the parts master in the old RIMS system -- in the patent, the RIMS patent, match

1 that? Is that what you are saying? MR. McDONALD: Well, the -- in the old RIMS system, 2 3 that's both in the RIMS patent --4 THE COURT: But he's already said, or somebody said, 5 it underwent something like 30 or 40 modifications, so it's somewhat indefinite. Your reference has got to be to the 6 7 patent, doesn't it, because you are asserting that as the prior 8 art? 9 MR. McDONALD: I can put it in those terms. 10 So we're taking about the RIMS parts master, Mr. Kinross, 11 as it existed back in April of '93 when the RIMS patent was filed, okay, or times prior to that. Parts master at that 12 13 point of time, okay? Is your understanding that that RIMS April '93 parts master would meet the Court's definition of a 14 15 catalog or not? No. It wouldn't meet this definition of a catalog. 16 17 Is that, in part, because that parts master isn't published by a vendor? 18 19 Α No. MR. ROBERTSON: Objection, Your Honor. 20 I mean, 21 again, now, this is a term that the Court has defined, and the 22 witness has no idea what that means. This is simply unfair. So I object. There's been no foundation, and it calls for an 23 24 expert conclusion. THE COURT: Aren't you getting into expert opinion? 25

MR. McDONALD: I think, like you said, he's an 1 inventor who signed off on this thing that he understood the 2 3 claims, and I've asked for his understanding. 4 MR. ROBERTSON: Published by a vendor is nowhere in 5 any claim, Your Honor, and Your Honor did this mid course during the trial, as you know, and you know why --6 7 MR. McDONALD: Wait a minute. This wasn't done mid 8 course the during trial. This definition has been here since 9 May of 2009. 10 MR. ROBERTSON: Not the definition that the Court's 11 provided. 12 THE COURT: I understand. 13 MR. ROBERTSON: Thank you, sir. THE COURT: He said -- what is your question again? 14 15 Ask it again. Overruled. You can ask your question. 16 Mr. Kinross, with respect to the parts master in the RIMS system as it existed in April of '93, can you explain why you 17 18 don't consider that to be a catalog as defined here in your 19 understanding? Right. The RIMS system did not include images, it had a 20 21 very short description of the item, not a -- 25 characters, 25 22 or 30 characters description which I wouldn't really categorize as a textual description because it was full of abbreviations 23 to get some information in there to identify the part. 24 25 It did not include vendor name. I don't believe it

included vendor ID. So, based on the last four items, that would disqualify it from being the same as what was in the electronic sourcing system.

- Q Okay. I'd like to turn now to the process in the context of combining the RIMS system with the TV/2 system with IBM; okay? Now, is it fair to say that both the RIMS system and the TV/2 systems were designed to operate on that IBM OS/2 operating system?
- A Yes.

- Q And both the RIMS system and the TV/2 system used characters called ASCII, A-S-C-I-I, characters; correct?
- 12 A Correct.
 - Q Can you explain in lay terms what ASCII characters are?
 - A They're a numerical representation of what a letter should be based on, I believe seven bits of information. So you have seven individual bits of information that you can fill up to represent the character A. You have a different set of bits to fill up to represent the character B.

The alternative to ASCII is EBCDIC which was IBM's version of character representation, and that was based on an eight-bit architecture instead of seven. So that was my definition of what ASCII characters were, bit representation that the computer would understand to define a character set. Both numbers, letters, and special symbols.

Q Did Fisher work on developing the RIMS side of the

interface with TV/2? 1 Fisher worked on developing the requisition side of 2 electronic sourcing. Whether that could be characterized as 3 4 RIMS or not, I think, is an open question. 5 Fisher worked on the requisition side of the system to communicate with the TV/2 search side; is that fair? 6 7 That's correct. 8 And would you --9 THE COURT: Excuse me. When you said side of the system, are you saying the side of the system that involved the 10 11 electronic procurement system? Which system do you mean? 12 THE WITNESS: Well, electronic sourcing involving 13 searching the catalog and then taking the results of those searches and actually placing a requisition which ultimately 14 became an order. So the side of the system that did the 15 requisitioning and ordering was the question that he just 16 17 asked, worked on by Fisher. 18 THE COURT: Do you mean the side of the system that 19 ultimately became the invention of the '863 patent? 20 THE WITNESS: No. 21 THE COURT: Or some other system? 22 THE WITNESS: Well, I think both sides are part of 23 the patent. I think both sides are part of the patent. THE COURT: All right. 24

Would you agree that the programming done to create the

25

Fisher side of that interface would be understood by anyone 1 skilled in the art of CICS programming? 2 3 MR. ROBERTSON: I object to the form of the question. 4 Is he asking would a programmer understand CICS? The question 5 is ambiguous, Your Honor, and vague. 6 THE COURT: Sustained. Are you asking for his 7 opinion? 8 Well, Mr. Kinross, there was nothing extraordinary or 9 unusual about the programming done to develop the Fisher side 10 of the interface, was there? 11 MR. ROBERTSON: I object to that question. Nothing extraordinary or unusual about developing? That question is 12 13 vague and ambiguous. MR. McDONALD: It goes to the obviousness issue, Your 14 Honor. 15 16 THE COURT: Why don't we just let him explain what was done. Sustained. 17 On the Fisher side of the fence here, Mr. Kinross, did you 18 19 have some computer programmers at Fisher that you had hired to 20 create this interface? The development was more than just an interface. 21 interface, to me, was the communications link between Technical 22 Viewer and requisition management. And we used a technique 23 called dynamic data exchange, which is frequently abbreviated 24 to DDE, to accomplish that. That's the interface. 25

That's what I'm talking about. 1 Q Well, you refer to the whole thing as an interface. 2 Α 3 other side of it is an application that does requisitioning and 4 purchasing. 5 Well, I'm talking about the interface right now. 6 THE COURT: Just the -- is it DDE? 7 THE WITNESS: Yeah, DDE, dynamic data exchange. 8 That DDE, that was a known technique for interfacing two 9 applications on the same operating system at the time you came 10 up with this; right? That's right. 11 And, in fact, DDE was even the preferred method at the 12 13 time you were working with IBM of interfacing on a computer 14 using OS/2; right? It's hard to say if it was the preferred method. 15 16 some advantages that other methods did not. We viewed it as 17 the best way to link the two systems because of the speed and 18 the amount of resources that it would consume. 19 And anybody with knowledge of the possible interfaces would have probably reached the same conclusion you did; right? 20 21 MR. ROBERTSON: Objection, calls for speculation. I don't know. 22 Α 23 THE COURT: Overruled. There was nothing extraordinary about the ability of the 24

TV/2 system to communicate with the RIMS system, was there?

25

1 MR. ROBERTSON: Objection. 2 THE COURT: Sustained. 3 IBM did tell Fisher that they had an application program 4 interface with the TV/2 system that would allow interfacing with the RIMS product; right? 5 They indicated that the Technical Viewer had application 6 7 programming interface. Whether they said it would interface to 8 the requisitioning system was a requirement that we had. 9 don't know if IBM suggested that or not. 10 But they did tell you that their API, their interface, 11 would allow Technical Viewer to communicate with RIMS; right? I think that the fact that it had an API would indicate 12 13 that it could do other things to extend the product. Those other things would include interfacing with a 14 Q product like RIMS; right? 15 Correct. Or requisitioning. 16 17 Several years ago you put a timeline together about the 18 development of the RIMS product; right? 19 Α Yes. And in that timeline, you indicated that in 1989, the RIMS 20 21 product worked with multiple vendors, cutting purchase orders to multiple vendors from one requisition; right? 22 I would have to review that document. 23 Α MR. McDONALD: May I approach, Your Honor? 24 25 Α This --

1

2

4

8

2199 Kinross - Direct

You've been handed a document here, Mr. Kinross. Q a designation on there, among others, of RK 000001; do you see 3 that? Α Yes. 5 RK, that's your initials; right? Correct. 6 Α 7 THE COURT: That's Defendant's Exhibit 589? MR. McDONALD: That's actually from another matter, 9 Your Honor. That is just a photocopy. 10 MR. ROBERTSON: Your Honor, I object. 11 THE COURT: I'd like to take that out, because I 12 don't want somebody later trying to do that. 13 MR. McDONALD: I know it's confusing. I'm not even sure we're going to mark it as an exhibit since we're using it 14 15 for impeachment at this point. 16 MR. ROBERTSON: Your Honor, there's been no question 17 that's been raised in which to impeach him on this document. 18 All he asked him was did he prepare a timeline. He said yes. 19 THE COURT: I agree there's nothing yet, so why don't 20 you ask the question --21 MR. McDONALD: I think I asked him specifically about didn't he indicate on his timeline that in 1989 with respect to 22 the RIMS development, that's when the feature of multiple 23 vendors cutting purchase orders to multiple vendors from one 24 25 requisition was indicated, and I think he indicated that he

1 didn't agree with that.

THE COURT: No, he didn't. He said, I need to see the document.

MR. McDONALD: Oh, right. So now he's been presented with the document.

- Q Does seeing that document now refresh your recollection,
 Mr. Kinross, that in your timeline that you put together
 regarding RIMS development, you indicated that in 1989 the RIMS
 system had multiple vendors cutting purchase orders to multiple
 vendors from one requisition?
- A Well, I worked on this with Doug Momyer.
- Q I'm asking, does this refresh your recollection that you did put that --
 - A You asked me if I put that on here, and I don't believe I did. You said, didn't I include on this document multiple vendors, and I don't think I put this on here. I wasn't the RIMS expert.

We were merely trying to put together a timeline so that the dates that some of the development occurred in regard to the patent were fresh, refreshed in our minds since we didn't have any documentation to refer to. So that's the genesis of this whole timeline.

- Q Okay.
- A They were more important than the functionality, in my opinion.

But does seeing that language on here at least refresh 1 your recollection that that timeline you were just referring to 2 3 did indicate that in 1989 the RIMS system had a feature, 4 multiple vendors cutting purchase orders to multiple vendors 5 from one requisition? Well, there's --6 Α 7 Does it refresh your recollection or not? 8 There's information here that has come out that --9 Q Well --10 In the instance of multiple vendors and third parties, 11 RIMS, I believe, could send a requisition that would create 12 these third-party purchases from Fisher to other vendors, but 13 it was actually just one purchase order that did that, not multiple purchase orders. 14 What you are saying, though, is inconsistent with the 15 entry on your timeline; correct? 16 17 MR. ROBERTSON: Objection, Your Honor, to the 18 characterization. 19 THE COURT: Well --MR. ROBERTSON: The witness has explained exactly 20 21 he's characterized in the document. MR. McDONALD: He's saying what he thought later, and 22 I'm just clarifying that that is inconsistent --23 24 THE COURT: I'm not sure it is. You made a statement. Why don't you ask him the question, is what you are 25

saying now inconsistent with that. You made the assertion that it is. It may not be. It depends on how you read things.

Q Well, Mr. Kinross, is what you are saying consistent or inconsistent with what's on the timeline here which indicates in 1989 RIMS had multiple vendors cutting purchase orders to multiple vendors from one requisition?

 $$\operatorname{MR.}$ ROBERTSON: Object to the form of the question as vague and ambiguous.

THE COURT: Overruled.

- A I think that it cut one purchase order. It's not saying it's cutting multiple purchase orders here. And that purchase order was to Fisher.
- Q So you are saying that the phrase, quote, cutting purchase orders to multiple vendors from one requisition is actually referring to just one purchase order?
- A Yes.

- Q And in this timeline, doesn't it also indicate by 1991, the RIMS system had third-party procurement?
- A Yes, it indicates third-party procurement.

THE COURT: He didn't ask you whether it indicated. He said whether the RIMS system did in 1991. You changed from shifting from what the document said to whether or not it, in fact, did.

Q Well, Mr. Kinross, your timeline does indicate that in 1991, the RIMS system had the feature third-party procurement;

```
right?
 1
          That's a heading above 1991, yes.
 2
 3
          So it is linked to 1991 here; right?
 4
     Α
          Yes.
 5
          And the features with that were, one, source off catalog
     items, no existing part number, and two, assign vendor and
 6
 7
     create purchase order; right?
 8
          That's what it says, yes.
 9
          And the RIMS system did have those features in 1991;
10
     right?
11
          Well, this goes back to those third-party items that I was
12
     talking about in the 1998 bullet point.
13
          I'm sorry, what year?
     Q
          1989.
14
     Α
15
     Q
          Okay.
16
          Bullet point. There was an aspect of Fisher systems that
     allowed non-catalog items to be ordered, and they would be
17
18
     researched by some purchasing agent and ordered on behalf of a
19
     customer.
20
          What year --
21
          In that process, they would have to assign a vendor number
     and create a purchase order to that vendor to order the item.
22
23
          That was true in 1991 with the RIMS system?
     0
          That's what it says, 1991.
24
25
               THE COURT: That's what it says, but the question was
```

not what it said. The question was, is that true of the RIMS 1 2 system in 1991. 3 THE WITNESS: I don't know. 4 THE COURT: Okay. 5 THE WITNESS: In terms of the RIMS features, I was not the key person to include these bullet points. It was Doug 6 7 Momyer who was working in conjunction with me to create this. 8 So he was basically coming up with these bullet points to 9 develop a timeline. 10 This was a document that you had produced from your files; 11 is that right, with this RK number on it? 12 No. 13 What does that RK number indicate as you understand it? 14 It would indicate it came from me, and I did send it via email to the attorneys just to document some of the time frames 15 16 of development. 17 Do you know whether or not Mr. Momyer ever produced a copy 18 of this document? 19 I don't know. He was in the room when I sent it to the 20 attorneys. 21 THE COURT: I don't think that you --THE WITNESS: So I don't know --22 23 THE COURT: It's not really a good idea to be asking 24 who produced something. That's a vernacular term that the 25 lawyers have.

In your recollection, no matter where the file copy 1 2 came from, who wrote this up; you or Mr. Momyer or somebody 3 else? 4 THE WITNESS: Well --5 THE COURT: I think that's what he wants to know. 6 THE WITNESS: We met at Doug's house on a Saturday 7 morning, and we discussed development issues that we thought 8 related to the patent. We came up with a timeline because we 9 thought that would be helpful because they were going to be 10 asking us dates of when things happened in the system. So we 11 produced this in a morning based on our recollection of when we 12 did things. 13 Now, I'm certain all this RIMS development came from Mr. Momyer and not me, so I'm not the one that, you know, that 14 15 should be answering what does this mean or what does this mean. 16 THE COURT: Let me ask you this question: This is a typed piece of paper, obviously. Who typed it? 17 18 THE WITNESS: I typed it. 19 THE COURT: You typed it, and then you gave 20 Mr. Momyer a copy of it? 21 THE WITNESS: I don't even know if I did that. 22 It was on the computer. It was a laptop in his 23 house. We decided, well, this is what we wanted to send over 24 to the attorneys after the meeting that we had with them, and 25 they were asking us dates and times of when certain development

1 happened. THE COURT: Okay. 2 3 THE WITNESS: To the best of our recollection, this 4 is what we came up, and that is the genesis of this document. 5 THE COURT: All right, thank you. MR. McDONALD: At this point, I'd like to mark this 6 7 as 402 and offer it into evidence. 8 MR. ROBERTSON: No objection, Your Honor. 9 THE COURT: What? 10 MR. ROBERTSON: No objection. 11 THE COURT: All right, Defendants's Exhibit 402. 12 Make sure you get this done, folks. Make sure you get that in 13 the system as it exists today. MR. McDONALD: Well, we pretty much already talked 14 about the multiple vendors, part three under the 1989 bullet 15 16 point features; is that right, Mr. Kinross? 17 Α Yes. 18 So let's hit a couple of other ones we haven't talked 19 about. Up on the screen, this is a copy of that timeline you 20 were just referring to; right? 21 Yes. Α So the first feature indicated in the '89 version of RIMS 22 was multiple inventory sourcing, either customer location or 23 Fisher location, search for inventory. Do you see that? 24 25 Α Yes.

Is it your understanding that's an accurate description of 1 2 the RIMS system as it indicated in '89 that it had that 3 feature? 4 Α Yes. 5 The second point, realtime pricing and availability, do 6 you see that? 7 Yes. 8 Is it your understanding that the RIMS system, in '89, also had that feature? 9 10 Well, yes, but all of this is just Fisher's system, just 11 Fisher. 12 Okay. And then we already talked about number three; 13 right? 14 A Yes. So let's go to number four, product cross-reference. 15 16 you see that one? 17 Α Yes. 18 Did the RIMS system, as it existed in '89, have that 19 product cross-reference feature? It had a way to reference competitors' numbers to Fisher 20 21 numbers, yes. 22 So that would be a similar or equivalent product? It 23 would have a Fisher number and a competitor number; is that 24 what you are talking about?

25

Α

Yes.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Kinross - Direct 2208

Q Then there's another bullet point about all based on knowing the part number and entering it into the system for verification, i.e., no search capability; do you see that? Yes. Α Now, it is true that in the RIMS system in '89, it could search via part number; right? If you want to characterize that as a search. We think that's a part lookup. It's a full key lookup, so if you have to identify the part number, you needed to know the entire part number key. But is it true that in the RIMS patent itself, it does refer to looking up a part number as a search? I don't know. It probably does if you have that information, but the definition of searching changed over time. You search a database by giving it a key. That's where that -that's where that terminology came from. So, I'm not sure now. Are you agreeing or disagreeing that the RIMS system patent application that's incorporated into the patents involved in this lawsuit actually refers to a part number search or part number lookup as a search? I think the RIMS patent does refer to a part number lookup as a search. THE COURT: He didn't ask you about the patent. asked you about the patent application. Do you know what was in the patent application?

```
1
     Α
          No.
 2
               THE COURT: Be careful what you are asking. People
 3
     can get confused, you know.
 4
          The RIMS patent refers to a part lookup as a search;
 5
     right.
          If you say so. I'm not an expert on the RIMS patent. I
 6
 7
     never read it in its entirety, so I think --
 8
               THE COURT: You don't know; is that your answer?
 9
               THE WITNESS: I think in my deposition we did read
10
     portions of it, Mr. McDonald.
11
               THE COURT: Is that where you saw it?
12
               THE WITNESS: Yes.
13
               THE COURT: Let's go.
          Scroll down on this page. In 1993 now, is this the entry
14
     Q
15
     that really relates to the patents involved in this lawsuit?
16
     Α
          Yes.
17
          Develop TV/2 interface; right?
18
     Α
          Correct.
19
          It says, features, two things: One, multiple catalogs
     searched; two, integration with requisition, right?
20
21
          Yes.
     Α
          That's really what the invention in this case is about;
22
23
     right?
               MR. ROBERTSON: Objection. Invention in the case is
24
25
     what the claims are that are asserted here, not some general
```

idea of what the invention is. 1 2 THE COURT: Sustained. 3 Mr. Kinross, would you agree that with the development of 4 the TV/2 interface, the features added to the RIMS system were, 5 one, ability to search multiple catalogs, and two, integrating that searching with the requisition system? 6 7 I think it was more than that. 8 Would you agree that it includes those two things? 9 Α Yes, I would agree. 10 Would you agree those are the only two things you listed 11 here on the timeline as features of that TV/2 interface development in 1993? 12 13 Α Yes. And then in 1994, there's a reference on this timeline to 14 the graphical end user interface for requisitioning; right? 15 16 Α Yes. 17 The TV/2 system we already talked about, that had its own 18 graphic user interface; right? 19 Α Yes. 20 The RIMS did not have it yet, is that right, as of 1994? 21 1994 is when we developed it. We recognized the 22 requirement for it early on, and 1994 was the year that we developed it. 23 Now, there aren't any graphical user interfaces actually 24

shown in the patents-in-suit, are there?

25

1 MR. ROBERTSON: Objection, Your Honor. This has been gone over in direct examination already. 2 3 MR. McDONALD: I'm trying to tie it into this 4 timeline, Your Honor. Now that we have some clarity on the 5 timing of everything, I think it's helpful to put it in the 6 context. 7 MR. ROBERTSON: Same timeline. 8 THE COURT: It seems to me like we're plowing old 9 ground, Mr. McDonald, and remember what I told you before we 10 started today? Let's go ahead. I'd like to now turn, Mr. Kinross, to how much demand 11 12 there was for the system. We can take this off the screen 13 now -- for the system that corresponds to the patents that have been asserted in this case. 14 15 Now, the SupplyLink was the brand name used for the system 16 described in the three patents in this case; right? 17 Α Yes. 18 Is it true that only a small portion of RIMS customers 19 ever adopted the SupplyLink system to use with RIMS? 20 Well, I think the system would have replaced RIMS, not 21 been used with RIMS. Well, did some portion of RIMS customers adopt the 22 23 SupplyLink system to use with RIMS? Well, no. If you are getting SupplyLink, you don't need 24 25 RIMS anymore.

Turning to the patents-in-suit in, the patents-in-suit are 1 2 referred to as the RIMS system, RIMS in a number of places; 3 right? 4 Yes. Α 5 Are there any places in any of the three patents-in-suit where the RIMS system is specifically identified as prior art? 6 7 I couldn't tell you. If I'd have to do a search to see 8 prior art. 9 You would agree that no documents related to the RIMS 10 system are identified on the cover pages of any of the three 11 patents-in-suit as a reference cited, wouldn't you? 12 MR. ROBERTSON: Objection, Your Honor. I mean, I 13 don't even know the relevancy of that question, but I don't know how he could possibly have that in his memory. 14 15 MR. McDONALD: We can refer to the patents if you 16 need to, Mr. Kinross, if you don't know the answer. 17 MR. ROBERTSON: We have a stipulation, Your Honor, 18 that the '989 is incorporated by reference in the patents. 19 MR. McDONALD: That's not what we're taking about. That stipulation has nothing do with my question. 20 21 THE COURT: You asked what was disclosed. MR. McDONALD: Disclosed as a reference cited on the 22 23 cover of these patents as part of the information disclosure 24 process. 25 THE COURT: Whether it was disclosed on the cover or

disclosed in the text doesn't make any difference. 1 2 MR. McDONALD: Well, it makes a difference if that 3 one is prior art and the other one isn't. 4 THE COURT: Depends. 5 MR. McDONALD: Well, the information in the disclosure statement is where --6 7 THE COURT: I'm not going to get into that. Reframe 8 your question. 9 Would you agree with me that there are --10 THE COURT: You've got a showing -- do you want me to show you how to do it? You ask him, do you know what the prior 11 12 art references are on the patent, and if he says, yes, then you 13 say, okay, did they include that. If he says no, then you show him the patent. 14 15 That's how you do it. He's told you three times he 16 does not remember everything in these patents or the other ones, so just ask him the right way, and we will get going. 17 I'm going to put an end to it if we don't get going. 18 19 MR. McDONALD: I'm about wrapped up anyway, Your 20 Honor, but I'll --21 THE COURT: All right. Do it the right way. Mr. Kinross, could we go ahead and just put Plaintiff's 22 23 Exhibit 1, the '683 patent, up on the screen so you'll know what we're talking about. 24 25 Go to the first page there, the part references cited --

there's a section, do you see in the lower left of what's blown 1 2 up on the screen, Mr. Kinross, the words references cited? 3 Yes, I see that. 4 And over on the right side -- let's leave that up the way 5 you had it, Bill -- there's a list of patents. That list of patents doesn't include the RIMS patent. That's number 6 7 5712989; correct? 8 THE COURT: You mean under references cited? 9 MR. McDONALD: Yeah, under the U.S. patents documents, references cited. 10 It does not include 5719 -- excuse me, 5712989; correct? 11 12 MR. ROBERTSON: For the record, Your Honor, let me 13 pose a relevancy objection. THE COURT: I think it's fairly obvious from reading 14 the patents whether it's in there or not, but let's go. Let's 15 16 get to it. I don't see it under references cited, no. 17 18 Then there's a few entries under the title other 19 publications on this page; right, Mr. Kinross? Right side there? 20 21 Α Yes. And there's no reference to any RIMS publications there; 22 23 correct? 24 That's correct. 25 If we go to the next page of the document, please, the

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

```
patent, the other publications listed there, give you a chance
to look at that. There are some Fisher Scientific product
publications listed on this page of the patent under the
heading other publications; right? Systems such as the
Lightning system or StockPro?
    Fisher StockPro, systems by Fisher inventory management
system.
    Do you see any Fisher references in the other publications
page here to a publication regarding the Fisher RIMS system?
          MR. ROBERTSON: Your Honor, I object. This is fairly
cumulative. We went through this exercise with Mr. Momyer.
don't know why we need to do it again.
          THE COURT: I am assuming that you have some question
that followed up there. If that was the only purpose, was to
establish what was there, then that's the end of it. Do you
have some following question?
         MR. McDONALD: I don't have any other questions.
          THE COURT: Thank you. Can he be excused
permanently?
         MR. ROBERTSON: May I cross-examine him, Your Honor,
or redirect briefly?
          THE COURT: Can you what?
         MR. ROBERTSON: Can I cross-examine the witness?
          THE COURT: I thought you had an opportunity to
cross-examine.
```

1 MR. ROBERTSON: Not on the questions Mr. McDonald 2 just asked. 3 THE COURT: In other words, you want to cross on 4 redirect? 5 MR. ROBERTSON: I want to cross on the questions Mr. McDonald just asked. I haven't had an opportunity to cross the 6 7 witness. 8 THE COURT: All right. I guess that's fair. I've 9 been here too long. I think it was just so much that I heard 10 before, that I thought you had actually cross-examined him and 11 redirected him and I lost touch with it. You get to go the whole nine yards of cross-examination. 12 13 MR. ROBERTSON: Perhaps Your Honor is suggesting cross-examination is not necessary, but let me ask a few 14 15 questions. 16 THE COURT: I didn't intend to suggest anything else. 17 I had just gotten confused. 18 19 CROSS-EXAMINATION BY MR. ROBERTSON: 20 21 Let me direct you to this timeline you have which is in front of you, Defendant's Exhibit 402. 22 23 THE COURT: Do you want it put up for the jury? MR. ROBERTSON: Sure, if you'd like. I don't have 24 it, Your Honor. 25

Kinross - Cross 2217

1 THE COURT: Or do you need it? MR. ROBERTSON: I don't think I do. I think I can 2 3 move through it fairly quickly. 4 You are looking at, Mr. Momyer, under this -- first, let 5 me ask you this. 6 THE COURT: That's Mr. Kinross over there. You got 7 confused, and I want the record to reflect I'm not the only one 8 that's confused. 9 MR. ROBERTSON: Thank you. 10 Mr. Kinross, you were not one of the named inventors on 11 this '989 RIMS patent? 12 That's correct. 13 Is that why you were deferring to Mr. Momyer and Mr. Johnson with respect to the details of the RIMS system? 14 15 MR. McDONALD: Objection. I'm not sure where Mr. 16 Johnson's name came up here, Your Honor. Outside the scope. 17 THE COURT: Overruled. 18 Are Mr. Johnson and Mr. Momyer the named inventors on the 19 RIMS patent? 20 Α Yes. 21 Would it be fair to say they are more knowledge about the 22 RIMS functionality than yourself since you are not a named 23 defendant? 24 Yes. Α 25 Now, when you sat down and you tried to put this timeline

Kinross - Cross 2218

together, did I understand you to say you didn't have any 1 2 documents to review in preparing this? 3 That's correct. 4 You were doing it completely from your own memory; is that 5 right? 6 That's right. Α 7 Now, in this, though, this first section of 1989 RIMS 8 development, you use or represent anywhere in there as the features that the RIMS development include catalogs? 9 10 No. Α 11 Do you indicate anywhere in there RIMS development 12 included multiple catalogs? 13 Α No. Do you indicate anywhere in there that you have the 14 ability to view catalog data in electronic format? 15 16 Α No. I understood you to say in response to one of the 17 18 questions that this RIMS development was, quote, just Fisher 19 system. What did you mean by that when you used that term? They only could order something that was provided by 20 21 Fisher.

- 22 | Q Now, you mentioned non-catalog items; do you recall that?
- 23 A Yes.
- Q Why don't you tell the jury what non-catalog items are as opposed to Fisher catalog items in that context, please, sir?

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Kinross - Cross 2219

Non-catalog items were items that Fisher would purchase for a customer that were not in our catalog. They were basically items that we typically didn't sell, but as a favor to the customer, because they were such a large customer, our purchasing requirement would do purchasing over and above just selling what Fisher would sell in their catalog. So if the customer said, we want some other item, would it go through the Fisher system, or would it be outside of the Fisher system where some CSR would have to place a separate paper order, for example? It would first go through the system, Fisher system so that we could bill the customer for it, and then we would have to contact the other vendor, purchase it from them, get it in, and ship it to the customer. In other words, you have to do it the old-fashioned way; is that right? Α Right. Not part of an electronic sourcing system that can actually contact multiple vendors, provide catalog data, build requisitions, and then generate multiple purchase orders; is that fair to say? That's fair. You were asked some questions about those two brochures, I think one was the Defendant's Exhibit 107 which was that

brochure, the Technical Viewer/2 brochure; do you recall that?

Kinross - Cross 2220

1 Yeah, general information as well as the marketing 2 literature. 3 And you did receive those documents at some point, didn't 4 you? Yes, I did. 5 Α 6 And you turned them over to your patent attorney? Q 7 Α Yes. 8 Let me show you the cover page of the '683 patent, if I 9 could, for example. And you recall that the product brochure 10 is not a dated document; is that right? 11 Correct. Let me highlight for you here under other publications, do 12 13 you see the IBM Technical Viewer/2 general manual information 1991 and IBM Technical Viewer/2 product information brochure, 14 IBM Corporation, undated; do you see that? 15 16 Yes. 17 MR. McDONALD: Objection, Your Honor. I think we've 18 been through these before as well. THE COURT: Overruled. 19 20 Α Yes. 21 You are the individual who turned these documents over to 22 your patent attorney; correct? 23 Α Correct. And after they were turned over and submitted to the 24 25 Patent Office with respect to all three patents, did the Patent Kinross - Cross 2221

Office grant your patents? 2 Α Yes. 3 MR. ROBERTSON: Thank you. Nothing further. 4 THE COURT: Anything? 5 MR. McDONALD: I will resist the temptation, Your Honor. I have no further questions. 6 7 THE COURT: All right. Can he be excused 8 permanently? Does anyone need him? 9 MR. McDONALD: Yes. 10 MR. ROBERTSON: He can be excused. 11 THE COURT: All right, Mr. Kinross, thank you for being with us and giving us your evidence. You are excused to 12 go about your business. Next witness. 13 14 MR. SCHULTZ: Lawson calls Charles Gounaris. 15 THE COURT: Do you have somebody going to get him? 16 MR. SCHULTZ: The timing was all wrong, Your Honor. 17 He just went to the restroom real quick. 18 19 CHARLES GOUNARIS, a witness, called by the defendant, having been first duly 20 21 sworn, testified as follows: 22 DIRECT EXAMINATION BY MR. SCHULTZ: 23 24 Good afternoon. 25 Good afternoon.

Q Would you please introduce yourself to the jury and spell your last name, please.

- A Sure. Charles Gounaris, G-o-u-n-a-r-i-s.
- 4 Q Mr. Gounaris, where do you live?
- 5 A Pittsburgh, Pennsylvania.
- Q Let's talk about your education real quickly. What did
 you do after high school?
- 8 A Attended Pennsylvania State University.
- 9 Q What was your major?
- 10 A I majored in management, minored in computer science.
- 11 Q When did you graduate?
- 12 A 1978.

- 13 Q What was your degree?
- 14 A Bachelor of science.
- 16 A Began my career with Electronic Data Systems.
- 18 A I had increasing roles of leadership there but started out
- 19 in a systems engineering role.
- 20 Q What is a systems engineering role?
- 21 A Primarily was involved with the design, development, and
- 22 | implementation of complex software systems for the federal
- 23 government at that time.
- 24 | Q What did you do after Electronic Data Systems?
- 25 | A I was -- I went to work for General Public Utilities,

Pennsylvania Electric Company in particular. 1 2 What was your position at General Public Utilities? Q 3 I was assistant director of systems. 4 What did you do when you were in systems? Q 5 I was responsible for the application of information technology and operational excellence capacity for the white 6 7 collar workforce, engineers and accountants, et cetera. 8 Were you working with computer systems? 9 Yes, using systems to be able to improve the way work got 10 done in the utility environment. 11 What did you do after General Public Utilities? 12 I began work with IBM. 13 What positions did you hold at IBM? A variety of positions, but I was recruited basically to 14 work in the development of the consulting and systems business 15 for IBM, and titles changed regularly as we got started there 16 but basically involved in an engagement manager, eventually 17 18 became a principal and worked in the distribution industry, 19 wholesale and in the industrial sector.

- Q Did you work with the integration of computer systems?
- 21 A Yes. We designed, developed, and implemented solutions 22 for clients.
- 23 Q When did you begin working at IBM?
- 24 A I think it was January 2nd, 1990.
- 25 Q How long were you at IBM?

- A Just over ten years.
- 2 Q Mr. Gounaris, what is your current occupation?
- 3 A I have -- I manage my own business, and I am a managing
- 4 partner of a second business called CGroupAdvisors, all one
- 5 word.

- 6 Q Mr. Gounaris, in your current occupation, do you work with
- 7 computer systems?
- 8 A Yes.
- 9 Q In all, how many years have you worked with the
- 10 integration of computer systems?
- 11 A Most of my career I've had major involvement with computer
- 12 systems. I'd say well over 30 years.
- 13 Q Did you have the opportunity -- let's go back to IBM.
- 14 A All right.
- 15 Q Did you have the opportunity to work with Fisher
- 16 Scientific while you worked at IBM?
- 17 | A I did.
- 19 A One of the first ones was the electronic sourcing program.
- 20 Q As your -- what was your role with the electronic sourcing
- 21 project?
- 22 A As I began, I was the engagement manager, and that
- 23 involved into the role of principal.
- 24 Q What is the engagement manager?
- 25 | A I was responsible for understanding the needs at Fisher,

organizing an approach to be able to respond to those needs
contractually, and then overseeing the delivery of the work and
the implementation of the work.

- Q When did Fisher Scientific first come to IBM?
- A I would say within the first half of 1993.
- Q Was that in Pittsburgh?
- 7 A Yes.

4

5

6

13

14

16

17

18

19

- Q Is your understanding that Fisher Scientific was also in Pittsburgh?
- 10 A They were. Downtown Pittsburgh at that time.
- 11 Q You said you changed roles throughout the process with 12 Fisher Scientific. What was your second role?
 - A I moved from being an engagement manager into being a principal.
- 15 THE COURT: What does that mean?
 - THE WITNESS: Principal is a title that IBM used primarily to basically say you had a different level of accountability and responsibilities for the development of the work and the delivery of the work in making sure it was done according to the contract.
- 21 | Q Is another words, was that a services leader?
- 22 A It was a leadership role, yes.
- Q Did you have any meetings as a services leader with IBM with Fisher employees?
- 25 A Yes.

Q When did you first meet with Fisher employees?

A My estimate would be in the early -- in the early part of 1993, initial meetings with Frank Melly who was the chief information officer at that time.

- Q Did you have an opportunity to meet with other Fisher Scientific employees?
- A Yes. Initially it was with Frank. There was -- Bob Gryzb was the IBM account manager at the time who was involved in those meetings, and there was a gentleman by the name of Mo Campsey who was involved in the some of the earlier meetings, and then as this project unfolded, Bob Kinross, Doug Momyer, Jim Johnson were involved as the project progressed, and there were others as well. There were people from the business side of things, but those were the keep people.
- Q What was the purpose of the early meetings in early 1993?
- A The very early meetings were really to understand the concept of what Frank and Fisher was trying to do with the concept of moving from a hard copy paper catalog system to an electronic catalog and gaining some advantage through the use of information technology that way with their customer set.
- Q Were you familiar with the Fisher RIMS system?
- A I am familiar with it.
- 23 Q How are you familiar with that system?
- A Well, as the project unfolded, it became clear that the electronic catalog front end was going to be -- had to

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Gounaris - Direct 2227

integrate with RIMS which was the requisition inventory management system, their mainframe based solution they already had before we started the work. Did IBM come up with an alternative to do the catalog system you just mentioned? Yes. Yes. I'm not exactly sure how to answer that, but I would say that we developed an approach that involved starting out with finding the requirements, namely the way that the information had to flow, the business processes, the data, and the technical architecture that would be needed for this solution working with the Fisher team, and then we built a small demonstration system to show the concept to several business executives and Frank early on, and then that led to following work. Before we get into the demonstration system, was there a software solution that IBM had that met the needs? We looked at several as we were working through the requirements part of the project, and, yes, we found a piece of software from IBM called Technical Viewer/2 that we thought was a pretty good fit for what we were trying to do.

THE COURT: Excuse me. I'm still unclear on what you were doing. Were you doing the technical, actual work on this, or were you serving as the manager?

THE WITNESS: I was the manager that oversaw the work.

THE COURT: So you didn't do any of the work, you just oversaw the work.

THE WITNESS: I participated in a number of the requirements definition sessions, but my role as a principal was one of making sure that IBM's project team did its job and delivered according to the contract, and then also I had a key role involved in working with Frank. So as we looked at the whole project, if there were any issues that were happening on the Fisher side, he and I collaborated around that so we addressed it, and the whole goal was to make sure everything stayed on track, on schedule, and that we delivered appropriately.

- Q You mentioned Frank. Was that Frank Melly?
- 14 A Yes.

- Q And when were you in your managerial role, did you have the opportunity to understand the technical requirements of the electronic sourcing project?
 - A I understood the requirements because I sat in on most of the sessions where the requirements were defined.
 - Q You were talking about the TV/2 system. Do you know the functionality of the TV/2 system -- well, let me go back. When did IBM first introduce the TV/2 system to Fisher Scientific?
 - A Well, as we were working through the requirements, namely what this system needed to do and how it needed to fit in at Fisher, we --

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Gounaris - Direct 2229

THE COURT: Mr. Gounaris, I think things would go better if you kind of listen to the question and then answer the question, because the question was when did you first introduce it, and then if he wants to know any more, he'll ask more and we'll move right on through it and get to the things that he wants to get into. When did you introduce the TV/2 system to Fisher? THE WITNESS: I would say it was in the first half of 1993 when we first had exposed Frank to the concept of Technical Viewer/2. And the first half of 1993, did you provide any documentation regarding the TV/2 system to Fisher Scientific? Α Yes. Do you recall what documentation you provided to Fisher Scientific in 1993, in the early half? There was a document known as the general information manual that we provided to Frank early on that had highlights of features and functions of Technical Viewer/2, and I think it was also shared with the team. Did you provide any other documentation to Fisher Scientific? Well, I'm sure that there were, but nothing else is coming to mind right now. I'd like you to open -- you have an exhibit binder there

in front you. Open up to Exhibit 107, please.

```
1
     Α
          Okay.
 2
          Do you recognize the document that is identified as 107?
 3
     Α
          Yes.
 4
          What is it?
     Q
 5
          It is a version -- it's the general information manual on
     Technical Viewer/2.
 6
 7
          Do you know whether you provided the brochure to Fisher
 8
     Scientific in the early part of 1993?
 9
     A
          Actually, I'm sorry --
10
               MR. ROBERTSON: Objection --
               THE COURT: Just a minute, please, sir.
11
12
               MR. ROBERTSON: He just identified it as general
     information.
13
14
               THE WITNESS: I just was going to correct myself --
15
               THE COURT: Just a minute, sir.
16
               MR. ROBERTSON: That's not what Exhibit 107 is.
17
               THE COURT: It is not. Sustained. This is not the
18
     general information; right?
19
               THE WITNESS: Correct, it's not. I just realized --
     when I looked at the cover, it was a marketing brochure on
20
21
     Technical Viewer/2.
22
          For the marketing brochure that's identified in
23
     Exhibit 107, did you provide the marketing brochure to Fisher
     Scientific in 1993?
24
25
          IBM did, yes.
```

```
1
     Q
          That wasn't --
 2
               THE COURT: The question was did you?
 3
               THE WITNESS: Did I personally?
 4
               THE COURT: Yes.
 5
               THE WITNESS: I can't say that I did.
          Do you know personally whether Fisher Scientific received
 6
 7
     Exhibit 107?
 8
               MR. ROBERTSON: Objection, no foundation. How would
 9
     he possibly know that?
10
               THE COURT: There would be one way.
11
               MR. SCHULTZ: I'm asking him whether he knows.
12
               THE COURT: That would be one way, he would be told,
13
     or another way is that he saw somebody else do it. The
     question --
14
15
               MR. ROBERTSON: Objection, hearsay, if he was told.
               THE COURT: We'll see. Take it a little bit at a
16
17
     time.
18
         Mr. Gounaris, do you know whether Fisher Scientific
19
     received the IBM brochure that's identified in --
20
          Yes, I do.
21
               MR. ROBERTSON: I object as ambiguous, because there
22
     are two different ways --
23
               THE COURT: He's not going anywhere yet. The answer
     is yes. Next question.
24
     Q How do you know that?
25
```

A I know that it was passed to Frank as a part of just general information on the product.

- Q So you were physically present in 1993 when the Technical Viewer brochure was passed from IBM to Fisher Scientific?
- A Yes.

3

4

5

- Q You also mentioned a general information manual. I'd like you to turn to Exhibit 230. Would you do that, please. Are you familiar with the document that is identified as DX-230?
- 9 A Yes.
- 10 Q What is it?
- 11 A This is the general information manual on Technical
 12 Viewer/2.
- Q Do you know whether IBM provided the general information manual that is identified as DX-230 to Fisher Scientific in 15 1993?
- 16 A Yes.

- Q And did IBM provide the DX --
- 18 THE COURT: No. How do you know.
- 19 Q How do you know, Mr. Gounaris?
- 20 A I believe I actually -- I know I was there. I might have
 21 been the guy who handed it to Frank, but I was there when it
 22 was handed to Frank and the team eventually as to background
 23 material on TV/2.
- Q So you physically saw someone from IBM, whether it was you or someone else, hand the general information manual to Fisher

Scientific in 1993? 1 2 MR. ROBERTSON: Asked and answered. 3 THE COURT: Go ahead. Overruled. 4 Yes. Α 5 Mr. Gounaris, there are some Bates numbers that are on the 6 bottom that starts with the number G. I'd like to you to turn 7 to what has been identified as ending in 23 and 24, and that's pages 12 and 13 of the document. 8 G23 and 24? 9 Α 10 We'll start with what ends with G23. Do you see that? 11 Yes. Are you familiar with the features of the IBM Technical 12 Viewer as they are depicted on page G23 of Exhibit DX-230? 13 14 Α Yes. 15 Did IBM do any testing of the TV/2 system prior to 16 disclosing that to Fisher Scientific? 17 MR. ROBERTSON: Objection, vague as to time and 18 ambiguous. 19 THE COURT: Overruled. Did IBM do any validation of the TV/2 system in 1993 prior 20 21 to delivering this general information manual to Fisher 22 Scientific? MR. ROBERTSON: I'm going to object, Your Honor. 23 24 That lacks foundation. There's been no testimony this 25 gentleman was involved in any testing and validation.

THE COURT: It doesn't show that. The record doesn't 1 2 show that. So that would be a sustainable objection, wouldn't 3 it? 4 Mr. Gounaris, were you involved with any testing of the 5 TV/2 system? 6 I wasn't involved with testing. I was involved with the 7 team who reviewed these claims around the features and 8 functionality, and our team went back and checked it out and --9 THE COURT: Well, now, that's enough, please. 10 Remember what I told you. Answer just the question. Were you 11 involved in testing. The answer was no. 12 Were you in charge of instructing the IBM team to test the 13 TV/2 system? Our project manager did. I kind of saw that it happened. 14 Α 15 And you oversaw that project? 16 MR. ROBERTSON: Objection. Again, there's been no 17 foundation laid. I kind of saw is what I thought the answer 18 was. 19 THE COURT: Look. It's sort of important that we kind of listen to just the question and answer the question. 20 21 Do that, if you will. Mr. Gounaris, when I ask a question, can you just wait for 22 me to ask the full question before you start to respond? It 23 also gives Mr. Robertson a chance to object if he wants to. 24 25 Α All right.

I want to talk to you about the validation process that 1 2 IBM went through with respect to the TV/2. Did you have a role 3 in doing that? 4 THE COURT: In doing the validation. Did you have a 5 role in doing that? That means doing the validation; yes or no? 6 7 THE WITNESS: No, I don't think I had a role. 8 Did you oversee the validation process? 9 Α Yes. 10 As part of your oversight of the validation process, did 11 you come to an understanding of what the validation process 12 was? 13 MR. ROBERTSON: Objection, Your Honor lacks foundation. 14 15 THE COURT: I think he's establishing a foundation. 16 Overruled. 17 THE WITNESS: So answer it? 18 THE COURT: Yes. 19 THE WITNESS: Could you repeat it, please? Yes. As your role in overseeing the validation process, 20 21 did you have an understanding of what happened in the validation process? 22 23 Α Yes. What was that that you -- what did you oversee? 24 What I had to do was just make sure that our understanding 25 Α

that this particular product would meet the requirements that 1 2 were needed to develop this solution were correct and that 3 was --4 THE COURT: Excuse me, but the question wasn't that. 5 The question was, what did you do? Did you go to the lab and watch what they did? You have to listen to what he's asking 6 7 you and then just answer what he asks you, if you would, sir. 8 What did you do to oversee -- you said you oversaw the 9 validation process. What did you do to do that? 10 THE WITNESS: My view was that I spoke with our 11 project manager who managed the day-to-day activities, and he 12 validated the fact --13 THE COURT: All right, that's enough. So you spoke with the project manager. Now you can ask another question. 14 15 Mr. Gounaris, was it a business routine at IBM that you 16 would speak with business managers regarding validation of software packages? 17 18 MR. ROBERTSON: Objection, relevancy. MR. SCHULTZ: I'm laying a foundation, Your Honor --19 20 THE COURT: What foundation is that; to get in 21 hearsay? 22 MR. McDONALD: Yes. THE COURT: Does it come in as a verbal business 23 24 record? 25 MR. SCHULTZ: Yes, Your Honor.

THE COURT: I didn't know there was such a thing. 1 2 MR. SCHULTZ: Your Honor, I'm laying a foundation as 3 to what --4 THE COURT: For me to apply a new rule of evidence? 5 MR. SCHULTZ: No, Your Honor. 6 THE COURT: Whatever he knew, he found out from the 7 project manager. That's hearsay, so let's go. 8 Why there any documents that you received regarding the 9 validation of the TV/2 system? 10 Yes. Α 11 What documents did you receive? 12 It was internal communications from the project manager 13 that went out to the Fisher team and to our team that basically said we've done this and this and this on a regular basis. 14 15 THE COURT: All right, now, Mr. Gounaris, he said 16 what did you receive. He didn't tell you to say what was in 17 there. Mr. Schultz, you need to get hold of this or it's over; 18 all right? 19 Obviously, Mr. Gounaris, you have to listen because they have apparently objections to some part of it, and they 20 21 have a right to voice those objections. And if you go on and talk and add chat to the topic that he asks you about, then 22 23 they are deprived of that right, and I'm trying to let them both have whatever rights they've got on the evidence front. 24 25 THE WITNESS: Sorry.

```
1
               THE COURT: Now, right now we've got -- he's got some
 2
     documents.
 3
          Mr. Gounaris --
 4
               THE COURT: What documents did you get.
 5
               MR. SCHULTZ: What documents did you get --
 6
               THE COURT: And he described those but not with any
 7
     specificity.
 8
          Regular status reports on the project from the IBM project
 9
     manager to the Fisher project manager.
10
               THE COURT: Copy of the status reports.
11
               THE WITNESS: Yes.
          Were those documents regularly maintained in the course of
12
     IBM's business?
13
14
     Α
          Yes.
15
               MR. ROBERTSON: Objection, Your Honor.
     documents? Do we have an exhibit?
16
17
               MR. SCHULTZ: We do not have an exhibit as to that,
18
     no.
               THE COURT: You are laying the foundation for a
19
20
     verbal recitation. What you are doing is trying to get hearsay
21
     within hearsay in; is that right?
               MR. SCHULTZ: Yes, Your Honor.
22
23
               THE COURT: Okay. How are you going to get that in?
24
               MR. SCHULTZ: Your Honor, based on the fact that he
25
     has these documents, that he has an understanding of what
```

actually occurred with the TV/2 system.

MR. ROBERTSON: They would be offered for the truth of the matter asserted, and they don't even exist. How do I cross-examine on a document that doesn't exist even if it were hearsay within hearsay and there was some exception which there's not?

THE COURT: Is that something you want me to look at?

MR. SCHULTZ: Your Honor, with respect to the hearsay issue here, Mr. Gounaris is laying the foundation, or has laid the foundation with respect to the business records that he relied on, and based on that --

THE COURT: You realize what you do with the business records exception, don't you? You have the business records, and then you tender them, because it is the substance of the business records which speak, not his recitation of what was in the business records.

MR. SCHULTZ: Yes, Your Honor.

THE COURT: And you can't get the business records, the substance of what was in those records through verbal testimony unless you qualify to get them in under the rules of evidence. So tell me how you do that, and then I will overrule the objection. Otherwise, I'm going to sustain the objection.

MR. SCHULTZ: Your Honor, I'm going to move on and get it a different way.

THE COURT: All right. Objection sustained.

Mr. Gounaris, we're talking 1993 now. Did you have an 1 Q 2 opportunity to see the TV/2 system actually operate? 3 Yes. 4 When in 1993 did you see the TV/2 system in operation? Q 5 About the middle -- toward the latter part of the requirements definition phase. We kind of put together a 6 7 little prototype for Frank and some of the business executives, 8 and it was demonstrated. Elements of it were demonstrated 9 then. 10 THE COURT: But the question was when. 11 THE WITNESS: You mentioned the date. It was in 12 1993, toward the summer, I quess I would say. Somewhere in that time frame. 13 THE COURT: Summer 1993. 14 15 THE WITNESS: Yes. So in the summer of 1993, what did you actually see in the 16 17 TV/2 system operation? 18 Α We saw --19 Mr. Gounaris, what did you see? 20 What did I see? I saw a demonstration that was put 21 together for the business -- Frank and for the business teams. Did that demonstration show the functionality of the TV/222 system as of the summer of 1993 --23 THE COURT: Why don't you let him testify? 24 25 MR. ROBERTSON: I want to object, Your Honor, because

it also goes to one of your prior rulings in this case. If we 1 2 might approach. 3 THE COURT: All right. Given the number of prior 4 rulings, I have to confess, I don't have a mind that can 5 searched by an index feature or otherwise. 6 7 (Discussion at sidebar as follows:) 8 9 MR. ROBERTSON: I'm not certain, Your Honor, but out 10 of an abundance of caution, we had this issue concerning the 11 videotape that the Court has excluded. 12 MR. SCHULTZ: We're not going there. 13 MR. ROBERTSON: Well, then, if it has to do with the demonstration that is this Volvo demonstration --14 15 MR. SCHULTZ: We're not --THE COURT: Wait a minute. One at a time. She's 16 17 good, but she's not that good. 18 MR. ROBERTSON: It has to do with this demonstration 19 that supposedly existed involving the Volvo demonstration that 20 was produced by the United Kingdom, there been no foundation 21 laid that this witness has any knowledge about that or participated in it. So if there's some other kind of 22 demonstration, I'll withdraw the objection and wait to see what 23 24 it is. 25 THE COURT: Is it the Volvo demonstration?

1 MR. SCHULTZ: It's not. 2 THE COURT: What is it? 3 MR. SCHULTZ: It's the demonstration system that IBM 4 put together to show the business executives at Fisher 5 Scientific the operation of the system. THE COURT: Is this what Ms. Eng testified to? 6 7 MR. SCHULTZ: No, she testified about the pilot 8 program. This was before that. 9 MR. ROBERTSON: The pilot program was the first part of it and then an actual demonstration --10 11 THE COURT: There was a pilot and then a demo. 12 MR. ROBERTSON: Then the comprehensive. Your Honor 13 is exactly right. THE COURT: That's what she said. So which is this? 14 MR. SCHULTZ: This is a demonstration that actually 15 was sent to the business executives, and Mr. Gounaris was the 16 person who was actually there with the business executives. 17 18 After the demonstration with Frank Melly, the CIO of Fisher 19 Scientific, at that point, when they get -- Fisher Scientific 20 gives the go-ahead to do the pilot program --21 THE COURT: So this preceded the pilot program. 22 MR. SCHULTZ: That's exactly correct. 23 MR. ROBERTSON: I think Ms. Eng went through that entire Gantt chart, all 81 tasks. I only highlighted 15 of 24 25 them, but she certainly addressed the pilot program, the

1 demonstration, and comprehensive. 2 THE COURT: Right, but he's not going through those. 3 He's going through what preceded those, as I understand it. 4 MR. SCHULTZ: That's exactly correct, Your Honor. 5 THE COURT: Objection is overruled. 6 7 (End of sidebar discussion.) 8 9 THE COURT: All right. Go ahead. Mr. Gounaris, you were talking about a demonstration 10 11 What was the demonstration system that you saw? system. It was a type of mockup --12 13 MR. ROBERTSON: Can we have a time frame, Your Honor? 14 THE COURT: Summer 1993; right? 15 THE WITNESS: Yes. It was a mockup. It was the way 16 to be able to show the business executives what this might look like as it was being developed. It was just to take something 17 that conceptual and give it a physical look and feel. 18 19 THE COURT: What is a mockup? 20 THE WITNESS: Mockup is kind of a -- it was some 21 samples of different screens and how they would interact with 22 one another so you get a sense of how a user might sit down in 23 front of the electronic catalog and use it, but it wasn't a fully developed system. It was just very limited function. 24 25 THE COURT: Mr. Schultz, remember what you are

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Gounaris - Direct 2244

talking about. You ask him whether he saw the TV/2 operate. He said, yeah. When? Summer of '93. What was it? This demo, and he just said in response to that what? It wasn't fully developed. So he didn't see the TV/2 operate. So now I want -- you know, that's why I ask you all to be careful about what you are doing. Okay. When you say it wasn't fully developed, were you talking about the TV/2 plus RIMS system? MR. ROBERTSON: Objection, leading. No, I was --Α THE COURT: What were you talking about, is the proper question, that wasn't fully developed. I was talking about the entire system wasn't fully developed. It was just a small subset of the electronic catalog system just to give it a mockup. I want you to focus just on TV/2. Was the TV/2 system in operation when you saw the demonstration in the summer of 1993? MR. ROBERTSON: Let me object as vague and ambiguous as the TV/2 system. This is part of a project here, and went through several --THE COURT: I'm going to sustain it. You need more specificity of his testimony. Otherwise, I wouldn't do that. We've got something that we don't know what it is, and we need to get it defined properly. So either do it or move on.

Mr. Gounaris, if we could bring up Exhibit 230 again,

please, and go to page 12 of that document.

A Page 12 of this same document?

THE COURT: Why don't we try it this way: I can strike it if I need to and tell him to disregard it.

What did you see in operation? He's described a mockup and a mockup with some screens. That's what he said so far. What did you see in the summer of '92 that was this demonstration other than those two screens? Anything else?

THE WITNESS: We demonstrated for Frank and for a few executives from Fisher what the system would look like, so there were pictures, there were simulations of what was in the catalogs, so it gave you the look and feel of the catalog.

THE COURT: So you saw simulations of something that was in a catalog, saw pictures, and you saw mockups on the screen.

THE WITNESS: Text, pictures. It looked similar to what the physical catalog looked like only on an electronic form, so you would get a sense of what an electronic version of a paper catalog would look like and how somebody might go through an order process. It was very simple and limited in terms of its capability but gave them a feel for here's what this system would be like.

THE COURT: Now, Mr. Schultz, that doesn't sound to me like what he saw was the TV/2 in operation. What he saw was a mockup of the TV/2 in operation using some fairly basic

Isn't that where we are, and if that's right, then Mr. 1 Robertson's objection I should have sustained. 2 3 MR. SCHULTZ: Mr. Gounaris --4 THE COURT: That's where we are. 5 MR. ROBERTSON: I would move to strike the question and answer, Your Honor. 6 7 THE COURT: I think that's right. We've tried and 8 tried and tried, and it isn't there, so I sustain his 9 objection. Just disregard the testimony about this preliminary 10 demonstration, ladies and gentlemen. It's not pertinent to the 11 case. Mr. Gounaris, if you'd take a look at Exhibit 230. 12 13 like you to refer to the Bates number at the bottom, G0000023. 14 Α Okay. Did the TV/2 system, as of 1993, have the functionality 15 16 described on this page? 17 MR. ROBERTSON: I object, Your Honor. Ms. Eng 18 testified at length about this page, so this is cumulative. 19 MR. McDONALD: I'm talking about 1993, and Mr. Gounaris is in a specific role with respect to --20 21 THE COURT: What difference does that make if Ms. Eng's testified to it? 22 23 MR. SCHULTZ: Because Mr. Gounaris is the person actually providing the information --24 25 THE COURT: The better answer is, Ms. Eng wasn't

there at the time. Is that what you say? 1 2 MR. SCHULTZ: Yes. 3 THE COURT: Why don't you say that, because that makes a difference. 4 5 MR. SCHULTZ: Yes, Your Honor. 6 THE COURT: The fact that two people saw it and are 7 going to testify to it isn't the answer to the question. You 8 need to establish that she wasn't there at the time. 9 Mr. Gounaris, when you provided this brochure to Fisher 10 Scientific in 1993, was Ms. Eng present? 11 No. 12 THE COURT: Was she working with the company, not 13 whether she was present. We all know she worked in Manassas. Mr. Gounaris, was she working with the company in 1993? 14 Q 15 Α Yes. 16 When you provided this information to Fisher Scientific, did you go through the functionalities and features that are 17 18 listed in this document being DX-230? 19 MR. ROBERTSON: Objection, relevance, Your Honor. THE COURT: Overruled. 20 21 We talked about this --Α THE COURT: Did you go through it? Did you go 22 through it yourself before to get ready for the meeting, did 23 you go through it at the meeting, did you review it or read it 24 25 to them?

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Gounaris - Direct 2248

Mr. Gounaris, you said you had a series of meetings with Fisher Scientific. During those meetings, did you explain the functionality of the TV/2 system to Fisher Scientific in 1993? MR. ROBERTSON: Objection, again, TV/2 system, I don't know what we're talking about in 1993. I just understood we were talking about a mockup that existed in 1993, and the Court has struck the testimony with respect, so vague and ambiguous as to what we're talking about. Mr. Gounaris, was there more than one system of TV/2 in 1993? I'm not sure -- I'm not sure what you're asking me. Were there different modifications of the TV/2 system prior to 1993? Α No. So we're talking about one system that preexisted 1993; correct? We're talking about Technical Viewer as it existed in 1993, yes. And that system, that Technical Viewer/2 system that existed in 1993, did you convey the functionality of that system to Fisher Scientific? Α Yes. Did you convey the functionality listed on --THE COURT: What functionality did you convey. did you do it. Come on.

1 What functionality did you convey? The items -- clearly it was the items that are listed here 2 Α 3 relative to the requirements that Fisher had, because many of 4 them addressed these issues, so we just talked through it, yes. 5 You used your hand motion to go down Defendant's Exhibit 230. What were you referring to? 6 7 Well, this has a listing of Technical Viewer features at 8 the time, so table of contents was standard, index, search, 9 bookmark, view pages, image handling, print, windows, you know, 10 et cetera. These were part -- these were the features and 11 functions highlighted in the manual and was available in Technical Viewer/2. 12 13 Does that list continue on the next page ending with 2350? Yes. There's a series of additional items on that page, 14 15 links, parts catalogs, et cetera. 16 Mr. Gounaris, have you had to take time away from your job 17 to be here today? 18 Α Yes. 19 What was your compensation rate at IBM? 20 350 an hour. 21 MR. ROBERTSON: Objection. I'm sorry. I didn't hear 22 the question. 23 THE COURT: What was the compensation rate at IBM. MR. ROBERTSON: What's the relevance of that? 24 25 THE COURT: Why is that relevant?

```
MR. SCHULTZ: I'll withdraw the question.
 1
 2
               THE COURT: Disregard that answer, ladies and
 3
     gentlemen.
         Mr. Gounaris, were you compensated for your time preparing
 4
 5
     for today?
 6
     Α
         Yes.
 7
     Q At what rate?
8
     Α
         350 an hour.
 9
               MR. SCHULTZ: Thank you, Mr. Gounaris.
10
               (Recess taken.)
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
```